

SULLIVAN, HILL, LEWIN, REZ & ENGEL
A Professional Law Corporation
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Jonathan S. Dabbieri, CA SBN 91963 (Pro Hac Vice)
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Electronically Filed: March 1, 2013

Attorneys for Chapter 7 Trustee,
William A. Leonard, Jr.

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA

In re) CASE NO. BK-S-09-32824-RCJ (Lead Case)
ASSET RESOLUTION, LLC,)
Debtor.) Jointly Administered with Case Nos.:
BK-S-09-32831-RCJ; BK-S-09-32839-RCJ;
BK-S-09-32843-RCJ; BK-S-09-32844-RCJ;
BK-S-09-32846-RCJ; BK-S-09-32849-RCJ;
BK-S-09-32851-RCJ; BK-S-09-32853-RCJ;
BK-S-09-32868-RCJ; BK-S-09-32873-RCJ;
BK-S-09-32875-RCJ; BK-S-09-32878-RCJ;
BK-S-09-32880-RCJ; BK-S-09-32882-RCJ
Chapter 7

Affects:

- ☒ All Debtors
- ☐ Asset Resolution, LLC, 09-32824
- ☐ Bundy 2.5 Million SPE, LLC, 09-32831
- ☐ Bundy Five Million SPE, LLC, 09-32839
- ☐ CFP Anchor B SPE, LLC, 09-32843
- ☐ CFP Cornman Toltec SPE, LLC, 09-32844
- ☐ CFP Gess SPE LLC, 09-32846
- ☐ CFP Gramercy SPE, LLC, 09-32849
- ☐ Fiesta Stoneridge, LLC, 09-32851
- ☐ Fox Hills SPE, LLC, 09-32853
- ☐ HFAH Monaco SPE LLC, 09-32868
- ☐ Huntsville SPE LLC, 09-32873
- ☐ Lake Helen Partners SPE LLC, 09-32875
- ☐ Ocean Atlantic SPE LLC, 09-32878
- ☐ Shamrock SPE LLC, 09-32880
- ☐ 10-90 SPE, LLC, 09-32882

**SULLIVAN HILL'S NOTICE OF INTERIM
COMPENSATION REQUESTED
(JANUARY 2013)**

Ctrm: RCJ - Courtroom 6
Bruce R. Thompson Federal Building
400 S. Virginia Street
Reno, NV 89501
Judge: Hon. Robert C. Jones

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1 TO WILLIAM A. LEONARD, JR., CHAPTER 7 TRUSTEE (“TRUSTEE”); AND OTHER
2 PARTIES ENTITLED TO NOTICE:

3 Pursuant to the Court’s Order Establishing Procedures for Interim Compensation of
4 Professionals (“Interim Compensation Order”) made in open court on May 27, 2010 and entered on
5 October 15, 2010 [Docket No. 1243], as modified by the Court in its oral ruling on February 24,
6 2011, placing an interim cap on rates of \$400 per hour for attorneys and \$100 per hour for
7 paralegals, the January 2013 invoices of Sullivan Hill Lewin Rez & Engel (“Sullivan Hill”), counsel
8 for the Trustee, are attached as Exhibit “A” hereto. During the month of January, Sullivan Hill
9 billed fees in the amount of \$17,119.00, reduced to \$14,602.50 applying the Court ordered cap, and
10 costs in the amount of \$42.10. At this time, on the terms set forth below, Sullivan Hill seeks
11 payment based upon the reduced amount. All terms not defined herein shall have the meaning given
12 them in the Interim Compensation Order.

13 Exhibit “B” hereto is a budget setting forth the fees and costs Sullivan Hill estimates that it
14 will incur in these cases during the months of February and March 2013. All amounts set forth on
15 Exhibit “B” are estimates only, and actual fees and costs will depend on a variety of facts and
16 circumstances. Exhibit “B” also sets out, on a matter by matter basis, the fees requested by this
17 notice, at both the firm’s usual and customary rates (Column B) and the rates as capped by the Court
18 (Column C).

19 In accordance with the Interim Compensation Order:

20 (1) Any Reviewing Party may serve upon the Sullivan Hill within 10 days of service of
21 an invoice (“Objection Period”) a written “Notice of Objection to Fee Statement” (“Objection”)
22 setting forth the precise nature of the Objection and the amounts disputed.

23 (2) If no Objection to an invoice is timely served within the Objection Period, the Trustee
24 is authorized to pay from the estate for which the services were rendered or the costs incurred on an
25 interim basis, subject to the further approval or adjustment upon fee application as described below,
26 80 percent (80%) of the fees requested applying the cap -- (80% of \$14,602.50, or \$11,682.00) -- and
27 100 percent (100%) of the costs requested in such invoices -- \$42.10.

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1 (3) If an Objection is timely served within the Objection Period which objects to some
2 but not all of the fees and costs requested in this notice, the Trustee is authorized to pay -- on an
3 interim basis, subject to the further approval or adjustment upon fee application as described below -
4 - 80 percent (80%) of the uncontested fees requested in this notice (at the capped rates), and 100
5 percent (100%) of the uncontested costs requested in such invoice.

6 (4) If an Objection is timely served within the Objection Period, the parties shall meet
7 and confer and attempt to reach a consensual resolution of the dispute. If such a resolution is
8 reached, the parties shall notify the Trustee and all Reviewing Parties, and the Trustee shall promptly
9 pay the agreed-upon fees and costs, on an interim basis, subject to the further approval upon fee
10 application as described below.

11 (5) If an Objection is timely served with the Objection Period and not resolved through
12 the meet-and-confer process described above, Sullivan Hill may (i) file with the Court a request for
13 payment of the amounts requested in this notice (along with a copy of the Objection), and set a
14 hearing on the matter; or (ii) forego payment of the disputed amounts until the amounts are
15 addressed in the next interim fee application.

16 (6) Approximately every four (4) months, Sullivan Hill will file with the Court and serve
17 on the Reviewing Parties an application for interim approval and allowance of the fees and costs
18 incurred during the prior four months -- addressing amounts previously paid and amounts previously
19 held back -- pursuant to section 331 of the Bankruptcy Code.

20 (7) All amounts paid in accordance with this process shall be interim in nature and
21 subject to disgorgement until such time as the Court orders otherwise.

22 (8) No action or inaction in with respect to an invoice, any payment thereof, or any
23 objection thereto shall prejudice the rights of any party in interest with respect to an interim or final
24 fee application, and all rights with respect to such applications -- including the right to object -- are
25 fully reserved.

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1 (9) Sullivan Hill reserves the right to request at a future date that the Court approve
2 payment of the fees included in this notice at the firm's previously approved uncapped rates.

3 Dated: March 1, 2013

SULLIVAN, HILL, LEWIN, REZ & ENGEL
A Professional Law Corporation

4
5 By: /s/ Jonathan S. Dabbieri
6 James P. Hill (Pro Hac Vice)
7 Jonathan S. Dabbieri (Pro Hac Vice)
8 Elizabeth E. Stephens
9 Attorneys for Chapter 7 Trustee,
10 William A. Leonard, Jr.
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EXHIBIT A

2/21/2013 10:56:38 AM

Sullivan, Hill, Lewin, Rez & Engel

Page 1

Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14034

Draft Seq #

1

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Asset Resolution, LLC

Billing Attorney: 2 - Hill, James P.

Bill Format: 9018

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	355,731.02	Combined Adv. Deposit Bal.:	3,595.40
Total Billed Costs:	56,050.77	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	211.75
Total Billed Retainer:	0.00	Trust Funds 1:	14,200.00
Total Collected:	411,781.79	Trust Funds 2:	0.00
Last Bill: 1/3/2013	7,500.00	Trust Funds 3:	0.00
Last Payment: 1/3/2013	7,500.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	3,349.10	3,307.00	42.10	0.00	0.00	3,349.10	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold			To Bill		
				Hours	Rate	Amount	Hours	Rate	Amount
JPH	1.60	495.00	792.00				1.60	495.00	792.00
JSD	5.70	425.00	2,422.50				5.70	425.00	2,422.50
JNV	0.50	185.00	92.50				0.50	185.00	92.50
Total WIP Fees	7.80		3,307.00				7.80		3,307.00

Disbursement Recap by Code

Code		Amount	On Hold	To Bill
ELECT	Public access to court	27.10	0.00	27.10
PARKI	Parking	12.00	0.00	12.00

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14034

Draft Seq # 1

Code	Amount	On Hold	To Bill
PC Photocopy	0.40	0.00	0.40
PSTG Postage	2.60	0.00	2.60
Total WIP Costs	42.10	0.00	42.10
Total WIP	3,349.10	0.00	3,349.10

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs

☐ Apply Adv. Deposit: ☐ All or Other Amount _____

Fee Detail

Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683420	01/03/13	JPH	Meeting with trustee re status, updates, to do lists on various properties, Gardens and Marlton (.3).		0.30	495.00	148.50
683308	01/04/13	JSD	Memorandum to Mr. Newman re relaxing requirement to obtain SSNs prior to distribution.		0.20	425.00	85.00
683310	01/04/13	JSD	Memorandum re updating direct lender contact information.		0.10	425.00	42.50
683316	01/08/13	JSD	Researched court orders re prohibitions on direct lenders contacting borrowers.		2.10	425.00	892.50
683430	01/08/13	JPH	Telephone conference with trustee re status of distributions, real estate tax issues (.1).		0.10	495.00	49.50
680917	01/09/13	JNV	Monthly case status review and analysis.		0.50	185.00	92.50
683336	01/10/13	JSD	Memorandum to Ms. Chubb re completed loan distributions.		0.20	425.00	85.00
683732	01/10/13	JPH	Multiple correspondence to/from trustee and to/from J. Dabbieri re status of appeals, settlement discussions, distributions, updating accounting, coordination with counsel re settlements (.2); review and approve, and correspondence with trustee re same, Klestadt settlement (.2).		0.40	495.00	198.00
683470	01/11/13	JPH	Monthly review of case status and charges (.3).		0.30	495.00	148.50
683351	01/15/13	JSD	Revised answer to first amended complaint.		0.90	425.00	382.50
683386	01/23/13	JSD	Reviewed deadline/task summary.		0.30	425.00	127.50
683686	01/25/13	JPH	Correspondence to/from trustee and conference with trustee re status generally (.3).		0.30	495.00	148.50
683702	01/28/13	JPH	Brief meeting with trustee re status, his trust meeting and follow up items (.2).		0.20	495.00	99.00
683407	01/31/13	JSD			1.90	425.00	807.50

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14034

Draft Seq # 1

Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
			Conferences with Stacy Elledge Chiang, estate accountant, re vendor tax identification numbers for tax reporting.				
Total Fees					7.80		3,307.00
Disbursement Detail							
Cost ID	Date	Task	Payee			Hold	Amount
613014	01/15/13						2.60
		Postage					
613359	01/24/13						0.40
		Photocopy					
613707	01/31/13						12.00
		Parking; 1-30-13					
614001	01/31/13		Pacer Service Center				1.80
		Public access to court electronic records-; Nevada Bankruptcy Court					
614019	01/31/13		Pacer Service Center				5.60
		Public access to court electronic records-; Nevada Bankruptcy Court					
614055	01/31/13		Pacer Service Center				2.20
		Public access to court electronic records-; Nevada Bankruptcy Court					
614191	01/31/13		Pacer Service Center				3.20
		Public access to court electronic records-; Nevada Bankruptcy Court					
614211	01/31/13		Pacer Service Center				0.20
		Public access to court electronic records-; Nevada Bankruptcy Court					
614237	01/31/13		Pacer Service Center				14.10
		Public access to court electronic records-; Nevada District Court					
Total Disbursements							42.10

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14108

Draft Seq #

2

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: CFP Cornman Toltec SPE 09-32844

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	4,232.05	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	0.00	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	4,232.05	Trust Funds 2:	0.00
Last Bill: 12/17/2012	131.00	Trust Funds 3:	0.00
Last Payment: 7/23/2012	32.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	148.50	148.50	0.00	0.00	0.00	148.50	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		
				Hours	Rate		Hours	Rate	Amount
JPH	0.30	495.00	148.50				0.30	495.00	148.50
Total WIP Fees	0.30		148.50				0.30		148.50
Total WIP			148.50			0.00			148.50

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14108

Draft Seq # 2

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683506	01/14/13	JPH			0.20	495.00	99.00
			Correspondence to/from J. Frazey re Cornman Toltec property and listing, and draft correspondence re same to trustee and to J. Dabbieri re taxes and equity on property (.2).				
683520	01/15/13	JPH			0.10	495.00	49.50
			Review and reply to correspondence from J. Frazey and correspondence to/from trustee re same (.1).				
Total Fees					0.30		148.50

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Matter ID: 554-14110

Draft Seq # 3

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: CFP Gramercy SPE 09-32849

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	173,115.05	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	8,482.56	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	181,597.61	Trust Funds 2:	0.00
Last Bill: 12/17/2012	436.00	Trust Funds 3:	0.00
Last Payment: 7/9/2012	1,408.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	340.00	340.00	0.00	0.00	0.00	340.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		
				Hours	Rate		Hours	Rate	Amount
JSD	0.80	425.00	340.00				0.80	425.00	340.00
Total WIP Fees	0.80		340.00				0.80		340.00
Total WIP			340.00			0.00			340.00

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14110

Draft Seq # 3

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
678678	01/03/13	JSD			0.10	425.00	42.50
			Memorandum re forwarding ex parte application to Mr. Newman.				
683328	01/10/13	JSD			0.60	425.00	255.00
			Telephone conference with Cynthia Milanowski, direct lender, re Gramercy distribution.				
683359	01/16/13	JSD			0.10	425.00	42.50
			Memorandum re execution of Pathfinder settlement.				
Total Fees					0.80		340.00

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14112

Draft Seq #

4

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Fox Hills SPE 09-32853

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	14,053.15	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	836.15	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	14,889.30	Trust Funds 2:	0.00
Last Bill: 12/17/2012	1,394.00	Trust Funds 3:	0.00
Last Payment: 11/2/2012	64.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	1,657.50	1,657.50	0.00	0.00	0.00	1,657.50	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		
				Hours	Rate		Hours	Rate	Amount
JSD	3.90	425.00	1,657.50				3.90	425.00	1,657.50
Total WIP Fees	3.90		1,657.50				3.90		1,657.50
Total WIP			1,657.50			0.00			1,657.50

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14112

Draft Seq # 4

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683317	01/08/13	JSD			0.20	425.00	85.00
			Telephone conference with Louise Lecourt re Ocean Atlantic and Fox Hills distributions.				
683321	01/09/13	JSD			0.30	425.00	127.50
			Telephone conference with Mrs. Kohler re Fox Hills distribution.				
683414	01/31/13	JSD			3.40	425.00	1,445.00
			Analyzed file re Fox Hills title insurance issues.				
Total Fees					3.90		1,657.50

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14115

Draft Seq #

5

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Lake Helen Partners SPE 09-32875

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	84,935.36	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	2,532.02	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	87,467.38	Trust Funds 2:	0.00
Last Bill: 12/17/2012	11,143.23	Trust Funds 3:	0.00
Last Payment: 11/2/2012	5,752.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	1,275.00	1,275.00	0.00	0.00	0.00	1,275.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		
				Hours	Rate		Hours	Rate	Amount
JSD	3.00	425.00	1,275.00				3.00	425.00	1,275.00
Total WIP Fees	3.00		1,275.00				3.00		1,275.00
Total WIP			1,275.00			0.00			1,275.00

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Sullivan, Hill, Lewin, Rez & Engel

Page 2

Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14115

Draft Seq # 5

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683329	01/10/13	JSD			0.20	425.00	85.00
			Memorandum to Rob Millimet re Citron settlement terms.				
683341	01/11/13	JSD			2.00	425.00	850.00
			Reviewed and responded to e-mail from Mr. Susskind.				
683349	01/14/13	JSD			0.80	425.00	340.00
			Analyzed response by Mr. Suskind re settlement.				
Total Fees					3.00		1,275.00

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Sullivan, Hill, Lewin, Rez & Engel

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14116

Draft Seq #

6

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Ocean Atlantic SPE 09-32878

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	10,644.00	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	280.07	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	10,924.07	Trust Funds 2:	0.00
Last Bill: 12/17/2012	44.00	Trust Funds 3:	0.00
Last Payment: 12/13/2010	258.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	85.00	85.00	0.00	0.00	0.00	85.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold			To Bill		
				Hours	Rate	Amount	Hours	Rate	Amount
JSD	0.20	425.00	85.00				0.20	425.00	85.00
Total WIP Fees	0.20		85.00				0.20		85.00
Total WIP			85.00			0.00			85.00

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Sullivan, Hill, Lewin, Rez & Engel

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14116

Draft Seq # 6

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
684676	01/08/13	JSD			0.20	425.00	85.00
Telephone conference with Louise Lecourt re Ocean Atlantic and Fox Hills distributions.							
Total Fees					0.20		85.00

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Matter ID: 554-14120

Draft Seq #

7

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: USA Commercial Mortgage, USDC #07-00892

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	403,377.08	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	2,163.69	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	405,540.77	Trust Funds 2:	0.00
Last Bill: 12/17/2012	13,828.50	Trust Funds 3:	0.00
Last Payment: 11/2/2012	8,664.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	722.50	722.50	0.00	0.00	0.00	722.50	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		
				Hours	Rate		Hours	Rate	Amount
JSD	1.70	425.00	722.50				1.70	425.00	722.50
Total WIP Fees	1.70		722.50				1.70		722.50
Total WIP			722.50			0.00			722.50

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Matter ID: 554-14120

Draft Seq #

7

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683315	01/07/13	JSD	Reviewed current draft of Pathfinder/Silar settlement letter.		0.30	425.00	127.50
683334	01/10/13	JSD	Memorandum to Mr. Leonard re resolution of Pathfinder/Silar settlement and funding.		0.30	425.00	127.50
683348	01/14/13	JSD	Memorandum re status of Pathfinder settlement.		0.20	425.00	85.00
683381	01/22/13	JSD	Executed and forwarded Pathfinder settlement letter.		0.20	425.00	85.00
683394	01/25/13	JSD	Considered Mr. Majorie's comments re assigned tasks.		0.20	425.00	85.00
683403	01/28/13	JSD	Conference with Mr. Leonard re pending trust matters.		0.20	425.00	85.00
683402	01/28/13	JSD	Memorandum to Mr. Leonard re status of trust matters.		0.30	425.00	127.50
Total Fees					1.70		722.50

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Sullivan, Hill, Lewin, Rez & Engel

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14187

Draft Seq # 9

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Fee Applications

Billing Attorney: 2 - Hill, James P.

Bill Format: 9018

Billing Cycle: M

Billing Comments**Internal Comments**

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	77,852.21	Combined Adv. Deposit Bal.:	11,374.00
Total Billed Costs:	622.86	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	78,475.07	Trust Funds 2:	0.00
Last Bill: 12/17/2012	1,527.25	Trust Funds 3:	0.00
Last Payment: 11/2/2012	608.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	1,776.00	1,776.00	0.00	0.00	0.00	1,776.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		
				Hours	Rate		Hours	Rate	Amount
JNV	9.60	185.00	1,776.00				9.60	185.00	1,776.00
Total WIP Fees	9.60		1,776.00				9.60		1,776.00
Total WIP			1,776.00			0.00			1,776.00

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Matter ID: 554-14187

Draft Seq #

9

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
680916	01/08/13	JNV			0.90	185.00	166.50
			Review and prepare fees and costs analysis for 8th interim fee application.				
681015	01/24/13	JNV			2.50	185.00	462.50
			Draft SHLRE's eighth interim fee application, including calculations of corresponding fees/costs (2.5); prepare fee application summary exhibit ().				
681034	01/25/13	JNV			2.10	185.00	388.50
			Continue drafting eighth interim fee application and fee calculations.				
681035	01/28/13	JNV			2.90	185.00	536.50
			Continue drafting eighth interim fee application and fee calculations.				
681047	01/29/13	JNV			1.20	185.00	222.00
			Draft declaration of J. Hill iso 8th interim fee application.				
Total Fees					9.60		1,776.00

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Matter ID: 554-14180

Draft Seq #

8

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Gardens

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	49,048.22	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	369.71	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	49,417.93	Trust Funds 2:	0.00
Last Bill: 12/18/2012	1,260.00	Trust Funds 3:	0.00
Last Payment: 11/2/2012	64.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	3,328.00	3,328.00	0.00	0.00	0.00	3,328.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold			To Bill		
				Hours	Rate	Amount	Hours	Rate	Amount
JPH	4.80	495.00	2,376.00				4.80	495.00	2,376.00
JSD	1.50	425.00	637.50				1.50	425.00	637.50
JNV	1.70	185.00	314.50				1.70	185.00	314.50
Total WIP Fees	8.00		3,328.00				8.00		3,328.00
Total WIP			3,328.00			0.00			3,328.00

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14180

Draft Seq #

8

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs

☐ Apply Adv. Deposit: ☐ All or Other Amount _____

Fee Detail

Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683433	01/08/13	JPH			0.30	495.00	148.50
			Telephone conference with D. Rentz re possible rents and profits receiver, related enforcement matters on Gardens and Platinum loans (.2); draft report re same to trustee (.1).				
683405	01/30/13	JSD			1.50	425.00	637.50
			Conference with David Rentz re Gardens' loans.				
683715	01/30/13	JPH			1.50	495.00	742.50
			Meeting with D. Rentz and J. Dabbieri re negotiations with underlying debtor on five related Gardens properties, possible involuntary and possible receivership remedies (1.5).				
681063	01/31/13	JNV			1.70	185.00	314.50
			Review multiple loan documents and correspondence re parties involved in Gardens loans, status of same (1.5); memorandum to J. Hill and J. Dabbieri re same (.2).				
683719	01/31/13	JPH			3.00	495.00	1,485.00
			Review Gardens and Parliament House loan documents and files, and telephone conference with Attorney B. Higgins in Orlando, Florida re same, receivership and foreclosure remedies in Florida (.8); conference with Trustee Leonard re same, alternatives, meetings in Florida re enforcement and remedies (.5); telephone conference with D. Rentz re same (.2); multiple correspondence to/from D. Rentz, to/from trustee and to/from Attorney B. Higgins re background facts, conflicts search re Gardens Loans and Parliament House property issues (1.5).				
Total Fees					8.00		3,328.00

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Matter ID: 554-15015

Draft Seq #

11

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Margarita Annex

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	25,372.50	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	1,652.10	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	27,024.35	Trust Funds 2:	0.00
Last Bill: 12/18/2012	4,259.10	Trust Funds 3:	0.00
Last Payment: 11/2/2012	1,144.00	Trust Funds 4:	0.00
Last Write-Off: 12/20/2012	0.25		

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	2,210.00	2,210.00	0.00	0.00	0.00	2,210.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold			To Bill		
				Hours	Rate	Amount	Hours	Rate	Amount
JSD	5.20	425.00	2,210.00				5.20	425.00	2,210.00
Total WIP Fees	5.20		2,210.00				5.20		2,210.00
Total WIP			2,210.00			0.00			2,210.00

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

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Matter ID: 554-15015

Draft Seq #

11

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683311	01/04/13	JSD	Reviewed AAA letter re arbitration.		0.50	425.00	212.50
683342	01/11/13	JSD	Memoranda to Mr. Majorie re fling deadline in McGrane matters.		0.40	425.00	170.00
683380	01/22/13	JSD	Memorandum to Mr. Majorie re defense of McGrane adversary action.		0.20	425.00	85.00
683390	01/24/13	JSD	Analyzed issues re McGrane litigation - required disclosures and defenses; potential witnesses.		3.40	425.00	1,445.00
683401	01/28/13	JSD	Memorandum to Ms. Jacobsen of Mr. Breslow's firm re Rule 26 conference.		0.30	425.00	127.50
683406	01/30/13	JSD	Analyzed various memoranda re arbitration and/or meditation of McGrane dispute.		0.40	425.00	170.00
Total Fees					5.20		2,210.00

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Matter ID: 554-14456

Draft Seq # 10

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Marlton Square

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments

Internal Comments

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	6,315.35	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	0.00	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	6,315.35	Trust Funds 2:	0.00
Last Bill: 12/18/2012	23.50	Trust Funds 3:	0.00
Last Payment: 9/10/2012	60.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	658.00	658.00	0.00	0.00	0.00	658.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		Amount
				Hours	Rate		Hours	Rate	
JPH	0.90	495.00	445.50				0.90	495.00	445.50
JSD	0.50	425.00	212.50				0.50	425.00	212.50
Total WIP Fees	1.40		658.00				1.40		658.00
Total WIP			658.00			0.00			658.00

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-14456

Draft Seq # 10

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs

☐ Apply Adv. Deposit: ☐ All or Other Amount _____

Fee Detail

Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683431	01/08/13	JPH			0.40	495.00	198.00
			Telephone conference with trustee re receipt and distribution (.1); telephone conference with D. Rentz re tax issues (.1); draft report re same to trustee (.1); follow-up re order and documents requested by Mr. Rentz (.1).				
683322	01/09/13	JSD			0.30	425.00	127.50
			Memorandum to David Rentz re order limiting direct lender contact with borrowers.				
683323	01/09/13	JSD			0.20	425.00	85.00
			Memorandum to Donna Cangelosi re property tax relief.				
683728	01/09/13	JPH			0.20	495.00	99.00
			Correspondence to/from D. Rentz and correspondence to/from trustee re real property taxes and requested orders (.2).				
683716	01/30/13	JPH			0.30	495.00	148.50
			Meeting with D. Rentz re status, follow up on distributions, tax petition (.3).				
Total Fees					1.40		658.00

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Matter ID: 554-15306

Draft Seq #

12

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Preference Actions

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments**Internal Comments**

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	27,303.13	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	49.78	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	27,352.91	Trust Funds 2:	0.00
Last Bill: 12/19/2012	1,684.13	Trust Funds 3:	0.00
Last Payment: 11/2/2012	360.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	1,271.50	1,271.50	0.00	0.00	0.00	1,271.50	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold			To Bill		
				Hours	Rate	Amount	Hours	Rate	Amount
CVH	0.30	375.00	112.50				0.30	375.00	112.50
JSD	1.90	425.00	807.50				1.90	425.00	807.50
JNV	1.90	185.00	351.50				1.90	185.00	351.50
Total WIP Fees	4.10		1,271.50				4.10		1,271.50
Total WIP			1,271.50			0.00			1,271.50

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Matter ID: 554-15306

Draft Seq #

12

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs

☐ Apply Adv. Deposit: ☐ All or Other Amount _____

Fee Detail

Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
678649	01/02/13	JSD			0.20	425.00	85.00
			Memorandum to Aaron Gottlieb re terms of Ellenoff Grossman settlement.				
678655	01/03/13	JSD			0.20	425.00	85.00
			Memorandum to Frank Majorie re preference settlements.				
678662	01/03/13	JSD			0.20	425.00	85.00
			Reviewed and memorandum approving draft order approving Klestadt settlement.				
683325	01/09/13	JSD			0.90	425.00	382.50
			Reviewed and forwarded to Mr. Leonard draft motion to approve settlement re Klestadt.				
680929	01/10/13	JNV			1.90	185.00	351.50
			Confer with J. Dabbieri re order limiting notice and those requiring physical mail copies of settlement motions (.1); research analysis of same (1.8).				
679547	01/10/13	CVH			0.30	375.00	112.50
			Analyze conflict between federal rules regarding settlement approval and procedure established by judge.				
683340	01/10/13	JSD			0.40	425.00	170.00
			Analyzed notice requirements for Klestadt settlement motion.				
Total Fees					4.10		1,271.50

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Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-15307

Draft Seq # 13

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Re: Malpractice Actions

Billing Attorney: 2 - Hill, James P.

Bill Format: 9004

Billing Cycle: M

Billing Comments**Internal Comments**

Fee App
 CAR/EES \$375

Billing Address(es)

Asset Resolution, LLC
 c/o William A. Leonard, Jr., Trustee
 6625 South Valley View, Bldg B, Ste. 224
 Las Vegas, NV 89118

Billing & Payment Recap

Total Billed Fees:	9,725.25	Combined Adv. Deposit Bal.:	0.00
Total Billed Costs:	293.00	Fee Adv. Deposit Bal.:	0.00
Total Billed Interest:	0.00	Cost Adv. Deposit Bal.:	0.00
Total Billed Retainer:	0.00	Trust Funds 1:	0.00
Total Collected:	10,018.25	Trust Funds 2:	0.00
Last Bill: 12/19/2012	896.25	Trust Funds 3:	0.00
Last Payment: 11/2/2012	624.00	Trust Funds 4:	0.00
Last Write-Off:			

WIP & A/R Aging

As of 1/31/2013	Total	Fees	Costs	Interest	Retainer	Aging			
						0-30	31-60	61-90	91+
WIP	340.00	340.00	0.00	0.00	0.00	340.00	0.00	0.00	0.00
A/R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fee Recap - Actual Hourly Rate

Timekeeper	Hours	Rate	Amount	On Hold		Amount	To Bill		
				Hours	Rate		Hours	Rate	Amount
JSD	0.80	425.00	340.00				0.80	425.00	340.00
Total WIP Fees	0.80		340.00				0.80		340.00
Total WIP			340.00			0.00			340.00

Billing Instructions

☐ Bill Fees
 ☐ Write off Fees
 ☐ Send Statement Only
 ☐ Bill Costs
 ☐ Write off Costs
☐ Apply Adv. Deposit: ☐ All or Other Amount _____

2/21/2013 10:56:54 AM

Sullivan, Hill, Lewin, Rez & Engel

Page 2

Draft for Work-In-Process From 1/1/2013 Through 1/31/2013

Matter ID: 554-15307

Draft Seq # 13

Fee Detail							
Fee ID	Date	Atty	Task:Activity	Hold	Hours	Rate	Amount
683338	01/10/13	JSD			0.20	425.00	85.00
			Memorandum re status of Weil appeal and issues on appeal.				
683337	01/10/13	JSD			0.60	425.00	255.00
			Researched status of appeal by Weil Gotschal.				
Total Fees					0.80		340.00

EXHIBIT B

EXHIBIT B

SULLIVAN HILL'S ESTIMATED FEES AND COSTS
JANUARY 2013 SUMMARY BUDGET

Billing Category	JANUARY 2013 USUAL & CUSTOMARY Fees	JANUARY 2013 CAPPED Fees	80% of CAPPED Fees	JANUARY 2013 Costs	Estimated Fees and Costs FEBRUARY & MARCH 2013
Asset Resolution, LLC General Administration	\$ 3,307.00	\$ 2,970.00	\$ 2,376.00	\$ 42.10	\$3,000.00
Bundy 2.5M SPE, LLC 09-32831	\$ -	\$ -	\$ -	\$ -	NOMINAL
Bundy 5M SPE, LLC 09-32839	\$ -	\$ -	\$ -	\$ -	NOMINAL
CFP Anchor B SPE 09-32843	\$ -	\$ -	\$ -	\$ -	NOMINAL
CFP Cornman Toltec SPE 09-32844	\$ 148.50	\$ 120.00	\$ 96.00	\$ -	NOMINAL
CFP Gess SPE 09-32846	\$ -	\$ -	\$ -	\$ -	SEE APPEALS LITIGATION
CFP Gramercy SPE 09-32849	\$ 340.00	\$ 320.00	\$ 256.00	\$ -	NOMINAL
Fiesta Stoneridge 09-32851	\$ -	\$ -	\$ -	\$ -	NOMINAL
Fox Hills SPE 09-32853	\$ 1,657.50	\$ 1,560.00	\$ 1,248.00	\$ -	\$5,000 to \$10,000
HFAH Monaco SPE 09-32868	\$ -	\$ -	\$ -	\$ -	\$1,000.00
Huntsville SPE 09-32873	\$ -	\$ -	\$ -	\$ -	NOMINAL
Lake Helen Partners SPE 09-32875	\$ 1,275.00	\$ 1,200.00	\$ 960.00	\$ -	\$5,000 to \$10,000
Ocean Atlantic SPE 09-32878	\$ 85.00	\$ 80.00	\$ 64.00	\$ -	NOMINAL
Shamrock SPE 09-32880	\$ -	\$ -	\$ -	\$ -	NOMINAL
10-90 SPE 09-32882	\$ -	\$ -	\$ -	\$ -	NOMINAL
ARC v. 1823 Corp., Adv #09-01410	\$ -	\$ -	\$ -	\$ -	NONE
Leonard v. Silar, Adv. #11-01100	\$ -	\$ -	\$ -	\$ -	NOMINAL
USA Commercial Mortgage, USDC #07-00892	\$ 722.50	\$ 680.00	\$ 544.00	\$ -	\$5,000 to \$10,000
Appeals Litigation	\$ -	\$ -	\$ -	\$ -	\$1,000.00
USA Commercial Mortgage, USBC #06-10725	\$ -	\$ -	\$ -	\$ -	NOMINAL
Financial Documents/Turnover Demands/R2004 Discovery	\$ -	\$ -	\$ -	\$ -	NOMINAL
State Court Actions	\$ -	\$ -	\$ -	\$ -	NOMINAL
Fee Applications	\$ 1,776.00	\$ 960.00	\$ 768.00	\$ -	\$2,000.00
Florida Tax Sale	\$ -	\$ -	\$ -	\$ -	NOMINAL
BarUSA	\$ -	\$ -	\$ -	\$ -	NOMINAL
Bay Pompano	\$ -	\$ -	\$ -	\$ -	NOMINAL
Binford Medical	\$ -	\$ -	\$ -	\$ -	NOMINAL
Brookemere	\$ -	\$ -	\$ -	\$ -	NOMINAL
Castaic (including Barkett litigation)	\$ -	\$ -	\$ -	\$ -	\$1,000.00
Comvest	\$ -	\$ -	\$ -	\$ -	NOMINAL
Copper Sage	\$ -	\$ -	\$ -	\$ -	NOMINAL
Fiesta Murrieta	\$ -	\$ -	\$ -	\$ -	NOMINAL
Fiesta Murrieta - Ashby/Redman	\$ -	\$ -	\$ -	\$ -	NOMINAL
Fiesta Murrieta - Clevenger	\$ -	\$ -	\$ -	\$ -	NOMINAL
Gardens	\$ 3,328.00	\$ 2,690.00	\$ 2,152.00	\$ -	\$5,000 to \$10,000
Harbor Georgetown	\$ -	\$ -	\$ -	\$ -	NOMINAL
HFA Clear Lake	\$ -	\$ -	\$ -	\$ -	NOMINAL
Margarita Annex	\$ 2,210.00	\$ 2,080.00	\$ 1,664.00	\$ -	\$5,000 to \$8,000
Marlton Square	\$ 658.00	\$ 560.00	\$ 448.00	\$ -	NOMINAL
Palm Harbor	\$ -	\$ -	\$ -	\$ -	NOMINAL
University Estates	\$ -	\$ -	\$ -	\$ -	NOMINAL
Claims held by ARC v. SPEs	\$ -	\$ -	\$ -	\$ -	NOMINAL
Claims held by ARC v. Loans	\$ -	\$ -	\$ -	\$ -	\$1,000.00
Claims Analysis/Objections	\$ -	\$ -	\$ -	\$ -	\$5,000 to \$10,000
Preference Actions	\$ 1,271.50	\$ 1,062.50	\$ 850.00	\$ -	\$3,000.00
Malpractice Actions	\$ 340.00	\$ 320.00	\$ 256.00	\$ -	\$3,000 to \$5,000
Total	\$ 17,119.00	\$ 14,602.50	\$ 11,682.00	\$ 42.10	

In re Asset Resolution, LLC, Case No. 09-32824-RCJ
SULLIVAN HILL'S ESTIMATED FEES AND COSTS BUDGET FOR THE MONTHS OF
FEBRUARY & MARCH 2013

I. General Administration

This subfile reflects charges for time and costs for ARC "general" matters, including items relating to ARC assets and property interests not limited to a particular property, as well as general administrative matters, and for the early time devoted to the ARC cases, reviewing files, recovering files and records and generally becoming familiar with the assets and liabilities of ARC and its related SPE debtors entities, and which are not readily attributable to other, more specific subfiles. In general, a subfile has been opened for each debtor in these jointly administered estates, as well as for each matter which is expected to require a significant amount of attention. Over the course of the administration of the estate additional subfiles are opened as appropriate. Sullivan Hill estimates that it will incur approximately \$3,000 in fees and costs in this General Administration category for the months of February and March 2013.

II. Bundy 2.5M SPE, LLC, Case No. 09-32831

Loan servicing responsibility for this loan and property interests have been moved to Cross FLS, as approved by order of this Court. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

III. Bundy 5M SPE, LLC, Case No. 09-32839

Loan servicing responsibility for this loan and property interests have been moved to Cross FLS, as approved by order of this Court. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

IV. CFP Anchor B SPE, Case No. 09-32843

This property and related loan interests were sold prior to the Trustee's appointment. This property may be entitled to a refund of certain property tax payments. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

V. CFP Cornman Toltec SPE, Case No. 09-32844

The loan for this property was foreclosed upon prior to the Trustee's appointment and title is held by the related debtor SPE, CFP Cornman Toltec. The Trustee remains as loan servicer for this property pursuant to the Court's conversion order in these cases. The ARC estate holds a .08% interest as a direct lender. The Trustee has received inquiries concerning potential sale of this property but is deferring a substantive response in accordance with the approved settlement in the "892" action, discussed below. Sullivan Hill anticipates it will incur nominal, if any, fees and costs for the months of February and March 2013.

VI. CFP Gess SPE, Case No. 09-32846

This property and related loan interests were sold prior to the appointment of the Trustee. Various orders relating to the sale are on appeal to the United States Court of Appeal for the Ninth Circuit. Those appeals and other pending appeals have been consolidated at the Ninth Circuit and therefore the estimated attorneys' fees and costs relating to these appeals are budgeted in a separate subfile.

In re Asset Resolution, LLC, Case No. 09-32824-RCJ
SULLIVAN HILL'S ESTIMATED FEES AND COSTS BUDGET FOR THE MONTHS OF
FEBRUARY & MARCH 2013

VII. CFP Gramercy SPE, Case No. 09-32849

This loan for this property was foreclosed upon prior to the Trustee's appointment and title is held in the name of the related debtor SPE, CFP Gramercy. The ARC estate holds a 13.1% interest in the loan. The Court approved the Trustee's Motion to Sell the property, and conducted an auction of the property. The sale closed on October 20, 2010. The Trustee thereafter disbursed the bulk of \$15.8 million in net sale proceeds, net of court authorized claims and sale expenses, to various Direct Lender investors in the Gramercy loan. The Trustee participated in the resolution of claims between CCM Pathfinder Gramercy Court, LLC and its affiliates and Silar Advisors, LP, and its affiliates, to resolve conflicting claims to some of the proceeds held in reserve. A stipulation and order was submitted to the Court and has been entered. Under that order, the Trustee had some funds in reserve for the benefit of Silar. The Trustee recently released the reserved funds in accordance with instructions received from Silar, implementing the Pathfinder/Silar Settlement. As is explained more fully in section XVIII concerning the 892 Action, the Trustee has entered into a settlement, which has been approved by the Court, with the plaintiffs in the 892 Action as well as a number of other direct lenders represented by the law firm of Bickel & Brewer. The settlement has enabled the Trustee to resolve ARC's claims against the Gramercy loan proceeds for recoupment of servicing advances and servicing fees. The resolution of those claims has enabled the Trustee to make a further distribution of funds he held for the benefit of the Gramercy direct lenders. It has, however, been necessary to continue to hold in reserve some funds for potential payment of claims by other third parties against the collection proceeds. Sullivan Hill estimates that it will be nominal, if any in fees and costs for the months of February and March 2013.

VIII. Fiesta Stoneridge, Case No. 09-32851

This property is held in the name of the related debtor SPE, Fiesta Stoneridge, following a pre-Trustee foreclosure sale. The ARC estate holds a 1.46% interest as a direct lender. Upon a vote of a majority in interest of the direct lenders, the court approved transfer of the estate's membership interest in the SPE (the estate is the sole member) to Vindrauga Corporation. Debt Acquisition Company of American V, LLC filed a motion to dismiss the bankruptcy, which the court has approved. The Trustee and DACA settled the estate's claims and administrative expenses related to the separate Fiesta Stoneridge bankruptcy estate. That settlement, which was approved by the Court, was superseded by a more global settlement, resolving not only the Trustee's claims against Fiesta Stoneridge, but also claims against the estate asserted by DACA and/or affiliated entities, and potentially claims between DACA and its affiliated entities and third parties, including Silar, certain direct lenders represented by the law firm of Bickel & Brewer, Boris Piskun, and others. That settlement was approved by the court. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

IX. Fox Hills SPE, Case No. 09-32853

Loan servicing responsibility for this loan and property interests have been moved to Cross FLS, as approved by order of this Court. The ARC estate has a .1% interest in Fox Hill 216 LLC and an 11.76% interest in Eagle Meadows Development. The Trustee assisted Cross in obtaining the early release of certain monies held by the Sheppard Mullin law firm, to fund the sale of water rights owned by the LLC. The Trustee provided and is continuing to provide additional assistance to the direct lenders in their efforts to sell the property and associated water rights. As is explained more fully in section XVIII concerning the 892 Action, the Trustee has entered into a settlement, which has been approved by the Court, with the plaintiffs in the 892 Action as well as a number of other direct lenders represented by the law firm of Bickel & Brewer. The settlement has enabled the Trustee to resolve ARC's claims against the Fox Hills loan proceeds for recoupment of servicing advances and servicing fees. The resolution of those claims has enabled the Trustee to make a

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In re Asset Resolution, LLC, Case No. 09-32824-RCJ
SULLIVAN HILL'S ESTIMATED FEES AND COSTS BUDGET FOR THE MONTHS OF
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further distribution of funds he held for the benefit of the Fox Hills direct lenders. It has, however, been necessary to continue to hold in reserve some funds for potential payment of claims by other third parties against the collection proceeds. The Trustee is working with the direct lenders to recover funds retained in escrow when some of the land and water rights were sold, and to facilitate sale of the water rights associated with the remaining real property. That real property is also the subject of a mechanic's lien asserted by Kaweah Construction Company for work it performed on adjacent property. The mechanic's lien action is being defended by a title company pursuant to a reservation of rights. The retained defense counsel had obtained summary judgment extinguishing the lien. That judgment, however, was recently reversed on appeal and the case has been remanded to the trial court for further proceedings. Sullivan Hill estimates that it will incur \$5,000 to \$10,000 in fees and costs for the months of February and March 2013.

X. HFAH Monaco SPE, Case No. 09-32868

This property is 100% owned by the ARC estate but title is in the name of the SPE debtor, HFAH Monaco, having been foreclosed upon pre-Trustee. The Trustee has received inquiries concerning the potential sale of this property but is deferring a substantive response in accordance with the approved settlement in the "892" action as discussed below. Sullivan Hill estimates that it will incur less than \$1,000 in fees and costs for the months of February and March 2013.

XI. Huntsville SPE, Case No. 09-32873

This property and related loan interests have been sold and loan servicing responsibility for this loan has been moved to Cross FLS, as approved by this Court. Cross and the Trustee are working to resolve ARC's claim for servicing fees and for paid but unreimbursed servicing advances. As is explained more fully in section XVIII concerning the 892 Action, the Trustee has entered into a settlement, which has been approved by the Court, with the plaintiffs in the 892 Action as well as a number of other direct lenders represented by the law firm of Bickel & Brewer. The settlement has enabled the Trustee to resolve ARC's claims against the Huntsville loan proceeds for recoupment of servicing advances and servicing fees. The resolution of those claims has enabled the Trustee to make a further distribution of funds he held for the benefit of the Huntsville direct lenders. Sullivan Hill estimates that it will incur nominal, if any, in fees and costs for the months of February and March 2013.

XII. Lake Helen Partners SPE, Case No. 09-32875

Loan servicing responsibility for this loan and property interests has been moved to Cross FLS, as approved by order of this Court. The ARC estate holds a 28.84% interest in this SPE debtor. Citron Investment Group, LLC ("Citron") foreclosed upon the property as agent and Trustee for the direct lenders, including Asset Resolution. Although the foreclosure was completed, title was never transferred to Asset Resolution or Lake Helen Partners SPE and title to the property now stands in the name of Citron. When the property was at risk of being sold at a tax sale the Trustee filed an emergency motion and obtained a stay enjoining the sale. Citron sold a portion of the property to third parties and the trustee sued Citron and the third party purchasers (Adversary Case No. 11-01080-RCJ) to transfer title to all of the property to the SPE. Substantial discovery and other pretrial preparation was undertaken. Shortly before commencement of trial a tentative settlement was reached, under which Citron agreed to transfer to the SPE all of the property which remained in its name and agreed to pay the estate \$100,000.00 over time and pursuant to a secured promissory note. The defendants who purchased a portion of the land will pay \$30,000.00 and will retain title to the portion they purchased. The settlement is subject to court approval. The Trustee has recently received an inquiry from a prospective purchaser of some of the remaining land and has begun preliminary negotiations. Sullivan Hill estimates that it will incur

In re Asset Resolution, LLC, Case No. 09-32824-RCJ
SULLIVAN HILL'S ESTIMATED FEES AND COSTS BUDGET FOR THE MONTHS OF
FEBRUARY & MARCH 2013

approximately \$5,000 to \$10,000 in fees and costs for the months of February and March 2013 in resolving the adversary complaint against Citron and its principals and in investigating possible sale of all or some of the remaining land.

XIII. Ocean Atlantic SPE, Case No. 09-32878

The loan for this property was foreclosed upon prior to the Trustee's appointment. Loan servicing has been transferred to Cross. The ARC estate holds a 14.61% interest as a direct lender. It has recently been determined that upon foreclosure title to the property was taken in the name of ARC rather than the SPE. The Trustee sought and received court authorization to transfer title to the SPE. The transfer has now been accomplished. Cross facilitated a sale of the property by the direct lenders and asked the Trustee to seek court authorization to sign as seller. The Trustee did so and a court order authorizing the Trustee to sign as seller and to sell the estate's direct lender interest has been entered. The escrow has now closed. As is explained more fully in section XVIII concerning the 892 Action, the Trustee has entered into a settlement, which has been approved by the Court, with the plaintiffs in the 892 Action as well as a number of other direct lenders represented by the law firm of Bickel & Brewer. The settlement has enabled the Trustee to resolve ARC's claims against the Ocean Atlantic loan proceeds for recoupment of servicing advances and servicing fees. The resolution of those claims has enabled the Trustee to make a further distribution of funds he held for the benefit of the Ocean Atlantic direct lenders. Sullivan Hill estimates that it will incur nominal, if any, in fees and costs for the months of February and March 2013.

XIV. Shamrock SPE, Case No. 09-32880

The loan for this property was foreclosed upon prior to the Trustee's appointment and title is held by the related debtor SPE, Shamrock. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XV. 10-90 SPE, Case No. 09-32882

The Trustee remains in place as an interim loan servicer for this loan pursuant to this Court's conversion order. The ARC estate does not appear to have a direct lender interest in this loan. On behalf of the Direct Lenders, the Trustee filed a claim against the bankruptcy estate of Lawrence E. Redman (U.S. Bankruptcy Court, Central District of California, Case No. 2:08-BK-21925-ER), who guaranteed the loan. The claim was objected to and the Trustee spent considerable time defending the claim and negotiating a settlement. Both this Court and the court presiding over the Redman bankruptcy, as well as a majority in interest of the affected direct lenders, have approved the settlement. Sullivan Hill estimates it will incur nominal, if any, fees and costs for the months of February and March 2013.

XVI. ARC v. 1823 Corp., Adv Case No. 09-01410

This adversary action has been dismissed. No fees or costs are expected to be incurred on this matter.

XVII. Leonard v. Silar, et al., Adv. Case No. 11-01100

This is an adversary action recently filed by the Trustee. The action seeks to recover from Silar and Servicing Oversight Solutions improper transfers/payments. It also seeks an order requiring Silar and Compass, as well as their principals, to indemnify Asset Resolution for the costs and expenses it's incurring in defending the "892 Action" (discussed in paragraph XVIII below, as well as for the adverse judgment.) The recently reached settlement in the 892

In re Asset Resolution, LLC, Case No. 09-32824-RCJ
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Action, discussed in section XVIII below, includes resolution of this adversary action. Accordingly, Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XVIII. USA Commercial Mortgage, USDC Case No. 07-00892 (the "892 Action")

One of the more time consuming matters for the Trustee has been litigation in the United States District Court for the District of Nevada as Case No. 07-00892 ("892 Action"). This action addresses claims by a number of individual Direct Lenders that Asset Resolution, Compass, and Silar committed erroneous and/or wrongful acts in the pre-bankruptcy servicing of some of the loans placed by USACM, after Compass purchased the servicing rights from USACM in its separate bankruptcy proceedings. Trial of this matter commenced on November 16, 2010 and was completed on December 14, 2010. It resulted in an award of compensatory damages against ARC in the sum of approximately \$54,000, and punitive damages of \$1,250,000. A number of post-trial motions have been filed by the parties, and the judgment may be appealed. Such an appeal would be in addition to interlocutory appeals which are already pending before the Ninth Circuit. The parties to this action engaged in extensive settlement negotiations to resolve this suit, the 11-01100 action, and other disputes. After protracted negotiations a tentative settlement was reached and a motion seeking Court approval of the proposed settlement was heard on April 12, 2012. The motion was granted and the settlement was approved. The parties then worked on preparation of the formal order, the liquidating/litigation trust agreement, and related documents. Preparation of the settlement documents has been very time consuming because of the complex nature of the issues involved, including the need to analyze the tax ramifications of the trust's funding and operation. The parties have submitted a proposed order and liquidating trust to the Court; however, due to objections to the form of the order its entry has been delayed. Those objections have been resolved and an agreed form of the order has been filed with the court and entered. One of the issues resolved by the settlement is the manner in which ARC's claims against the loans for servicing fees, servicing advances, and other charges are to be calculated and any disputes resolved. Although the Court order approving the settlement has been approved, the settling parties have agreed to go forward with the settlement and implement its terms. The trustee has distributed to the direct lenders associated with these loans for whom he holds funds, whether from the sale of the underlying security or otherwise, notices itemizing the charges to be assessed against that loan. The trustee has also obtained an *ex parte* order authorizing the distribution of those funds and those distributions have been made. Sullivan Hill estimates that in the months of February and March 2013, the Trustee will incur approximately \$5,000 to \$10,000 in litigation and settlement related fees and costs.

XIX. Appeals Litigation

Numerous appeals have been taken to the United States Court of Appeals for the Ninth Circuit, appealing orders entered both in the bankruptcy case and related adversary actions. On September 19, 2011 the Ninth Circuit issued its memorandum opinion resolving several of the appeals, affirming the district court as to three of the consolidated appeals, and dismissing the remaining three for lack of appellate jurisdiction. Sullivan Hill estimates that it will incur less than \$1,000 in fees and costs for the months of February and March 2013. Fees and costs that were incurred for the appeal of the sale of the Gramercy property (now dismissed) were budgeted in a separate subfile, paragraph VII above.

XX. USA Commercial Mortgage, USBC Case No. 06-10725

This subfile refers to the bankruptcy proceedings filed by USA Commercial Mortgage. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

In re Asset Resolution, LLC, Case No. 09-32824-RCJ
SULLIVAN HILL'S ESTIMATED FEES AND COSTS BUDGET FOR THE MONTHS OF
FEBRUARY & MARCH 2013

XXI. Financial Documents/Turnover Demands/R2004 Discovery

As part of its investigation into preference, fraudulent transfer, and other avoidance actions which may be appropriate for the Trustee to undertake, the Trustee has noticed examinations of a number of entities persons and entities pursuant to Rule 2004 of the Federal Rules of Bankruptcy Procedure. Because Asset Resolution's activities were nationwide, many of the entities to be deposed do not reside in Nevada and may have to be deposed in other states. Pending resolution of efforts to mediate many of the issues involved in the bankruptcy and related adversary actions, including the 892 Action, the Trustee deferred conducting the authorized examinations. With the settlement of the 892 Action the Trustee is weighing whether to conduct those examinations. Sullivan Hill therefore estimates it will incur nominal, if any, fees or costs in February and March 2013.

XXII. State Court Actions

Prior to the appointment of the Trustee, Asset Resolution commenced several state court actions against persons or entities who guaranteed the loans serviced by Asset Resolution. Two of these state court cases are *Compass FP Corp. v. Ashby et al.*, Orange County Superior Court No. 07 CC 09823, and *Compass v. Clevenger*, Contra Costa County Superior Court Case No. MSC07-02533. Responsibility for both cases has been transferred to Cross as the cases relate to the Fiesta Murrieta loan. The estimated attorneys' fees and costs relating to these actions are budgeted in separate subfiles.

XXIII. Fee Applications

Sullivan Hill estimates that it will incur approximately \$2,000 in fees and costs for the months of February and March 2013, relating to compliance with interim fee procedures, setting up various subfiles and noticing procedures, and generally implementing the fee procedures approved by the Court, as well as assisting the Trustee file and serve his own fee applications.

XXIV. Florida Tax Sales

Sullivan Hill estimates the estate will incur nominal, if any, fees and costs for the months of February and March 2013 relating to pending or threatened Florida tax sales which have threatened in the past not only ARC's direct lender interests, but also those of various third party direct lenders. Sullivan Hill has filed numerous Notices of Bankruptcy Filing and Imposition of the Automatic Stay pursuant to U.S.C. § 362.

XXV. BarUSA

The servicing of this loan has been transferred to Vindrauga Corporation. Sullivan Hill estimates that it will incur less than \$1,000 in fees and costs for the months of February and March 2013.

XXVI. Bay Pompano

This loan originated as a loan to Bay Pompano Beach, LLC (Bay Pompano), evidenced by a promissory note (the Note) dated June 20, 2005. It was secured by a mortgage (the Mortgage) against a condominium project located in Pompano Beach, Florida. Prior to the bankruptcy and in or near June, 2008, Citron Investment Group, Inc., as Florida-licensed subservicer for Compass Financial Partners LLC, sold the Note and assigned the Mortgage to Realty Financial Partners VI Limited Partnership (Realty Financial). As part of the sale a \$1,000,000 escrow account was opened to 349604-v1

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reimburse Realty Financial and/or entities affiliated with it for anticipated litigation expenses concerning the Note and Mortgage. Under the terms governing the escrow account, if the underlying litigation were settled based upon a payment to Realty Financial or its affiliate of less than \$1,000,000, Realty Financial and Citron/Compass (on behalf of the direct lenders) would equally share the combined amount of the settlement payment and the remaining escrowed funds. A settlement of that litigation has now been reached, conditioned upon the Trustee, on behalf of the direct lenders and with their consent, agreeing to accept \$75,000 less than an equal split. Under the settlement, the payment to the estate on behalf of the direct lenders was approximately \$655,000, which has been distributed to the direct lenders. The settlement was approved by a majority in interest of the direct lenders and by the Court. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XXVII. Binford Medical

The ARC estate holds a 17.25% interest in this loan. Loan servicing responsibility for this loan and property interests was moved to Cross FLS, as approved by order of this Court. It was then moved to Platinum, which asked the Trustee to assist in obtaining a protective advance from Silar. At Platinum's request, the trustee filed a motion seeking court approval of a protective advance. The motion was granted, the loan funded, and the property, which was only days away from being lost to tax liens, was redeemed. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XXVIII. Brookemere

This property remains under the supervision of the Court-appointed Receiver. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XXIX. Castaic (including Barkett litigation)

This subfile involves three loans. The ARC estate owns 1.43% of Castaic I (also known as Tapia Ranch), 7.59% of Castaic Partners II and 1.6% of Castaic Partners III. The loan servicing responsibility for all three loans has been transferred to Cross FLS, as approved by this Court. This subfile includes a lawsuit filed against the direct lenders by William Barkett. Although the ARC estate is identified in the complaint, it has not been named or joined as a party nor has the plaintiff sought relief from stay to pursue an action against the ARC estate or the Trustee. Recently, the County of Los Angeles filed motions to dismiss the ARC bankruptcy cases and/or for relief from the automatic stay. The motion was premised on the properties' owner failing to pay accrued property taxes. The Court denied the County's Motion. Sullivan Hill estimates that it will incur less than \$1,000 in fees and costs for the months of February and March 2013.

XXX. Comvest

Loan servicing responsibility for this loan and property interests have been moved to Cross FLS, as approved by order of this Court. The ARC estate holds a 17.82% interest in this loan. The Trustee has been requested to facilitate a sale of this loan and an *ex parte* application for authorization to do so was filed with the Court. The Court approved the application and the sale has closed. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

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XXXI. Copper Sage

The ARC estate's interests in the Copper Sage loan were sold to Silver Point (SPCP Group, LLC) prior to the Trustee's appointment. It appears, however, that title was never transferred from the estate to Silver Point. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XXXII. Fiesta Murrieta

The loan servicing responsibility for this loan property and property interests have been moved to Cross FLS, as approved by order of this court. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XXXIII. Fiesta Murrieta – Ashby/Redman

This file relates to a lawsuit in state court which has been reduced to judgment. The case relates to the Fiesta Murrieta Loan, servicing of which has been moved to Cross FLS and the 10-90 loan, which is still serviced by the Trustee. Much of the time recorded under this matter and projected for the future relates to activity in the Chapter 11 bankruptcy case filed by the loan guarantor/principal, Lawrence E. Redman, in the U.S. Bankruptcy Court for the Central District of California (Case No. 2:08-BK-21925-ER). A settlement of the claim filed in the Redman bankruptcy on behalf of the 10-90 direct lenders has been reached and has been approved by the direct lenders and the Court. Accordingly, time for this matter is now discussed in paragraph XV above, addressing the 10-90 loan.

XXXIV. Fiesta Murrieta - Clevenger

This file relates to a state court lawsuit relating to the Fiesta Murrieta loan. Because servicing of that loan has been transferred to Cross, FLS, Cross FLS has taken responsibility for the lawsuit. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XXXV. Gardens

This subfile involves three related loans and property interests. The ARC estate has a 5.53% interest in a loan known as Gardens 2.4253. The ARC estate also has a separate 31.03% interest in the Gardens Timeshare loan. It also wholly owns a loan known as Gardens Phase II. Servicing of the Gardens Timeshare loan was recently transferred to Platinum Investors. A secured lender has filed a motion for relief from stay affecting one of the properties on which the estate has a subordinate lien. Because the affected property had no value for the estate the Trustee did not oppose the motion. The Trustee is currently analyzing whether to take substantive action to resolve the status of these loans and the borrower's failure to cure the loan defaults. Sullivan Hill estimates that it will incur \$5,000 to \$10,000 in fees and costs for the months of February and March 2013.

XXXVI. Harbor Georgetown

The ARC estate holds a 5.8% interest in this loan. The note was sold in April 2010. Under the terms of sale, the buyer immediately paid the delinquent taxes which had accrued against the property and was to make a single balloon payment of \$2,000,000 in 2012. On April 10, 2012 the Trustee received \$1,905,586.00, the net proceeds of that balloon payment. As is explained more fully in section XVIII concerning the 892 Action, the Trustee has entered into a settlement, which has been approved by the Court, with the plaintiffs in the 892 Action as well as a number of other direct

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lenders represented by the law firm of Bickel & Brewer. The Court has approved the settlement and the settlement has enabled the Trustee to resolve ARC's claims against the Harbor Georgetown loan proceeds for recoupment of servicing advances and servicing fees. The resolution of those claims as enabled the Trustee to make a further distribution of funds he held for the benefit of the Harbor Georgetown direct lenders. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XXXVII. HFA Clear Lake

Loan servicing responsibility for this loan and property interests have been moved to Cross FLS, as approved by order of this Court. The ARC estate appears to have a 5% interest in this loan. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013 on this matter.

XXXVIII. Margarita Annex

Loan servicing responsibility for this loan and property interests has been moved to Cross FLS, as approved by order of this Court. The ARC estate appears to have a 24.42% interest in this loan. Cross has been negotiating to sell the loan and the Trustee prepared a motion to approve a sale, which later fell through. Silar has agreed to make a loan to the benefit of the Margarita Annex direct lenders and, at the direct lenders' instruction, the Trustee filed a motion seeking Court approval of that financing. The motion was heard and granted on April 19, 2012. Subsequently, the TDI representatives retained counsel, William McGrane of San Francisco, to address a limited number of issues concerning the property and a pending state court lawsuit between the borrower and a developer who had certain rights with respect to the property. A dispute has arisen with Mr. McGrane (who has withdrawn from the representation) who asserts that each direct lender involved in this loan is individually liable to him for the full amount of his unpaid fees, which are approximately \$150,000 (after he received approximately \$50,000 from the Silar loan proceeds). Mr. McGrane requested that the trustee give him the names and addresses of the Margarita Annex direct lenders, to send each a Notice of Client's Right to Arbitrate, a prelude to suing for the unpaid fees. The trustee declined to provide the requested information and has disputed its liability (and the liability of the other direct lenders) for the unpaid fees. Mr. McGrane has filed an adversary action against the trustee, seeking a determination of whether the estate is bound by his fee agreement and liable for his fees, and a determination of the estate's obligation to participate in arbitration before the American Arbitration Association. The court has set a trial date of May 21, 2013 for this matter. Mr. McGrane has initiated arbitration proceedings against many of the Margarita direct lenders, seeking to hold them personally liable for his fees. Sullivan Hill estimates that it will incur approximately \$5,000 to \$8,000 in fees and costs for the months of February and March 2013.

XXXIX. Marlton Square

Loan servicing responsibility for this loan has been transferred to Commercial Mortgage Managers. The estate has filed a claim seeking servicing fees and reimbursement of advances made on behalf of the loan. With the settlement of the 892 Action, discussed in section XVIII, above, ARC's claim has been adjusted to reflect the terms of the settlement. It is anticipated the estate will receive payment on its claim in late December 2012 or January 2013. Sullivan Hill estimates it will incur nominal, if any, in fees and costs for the months of February and March 2013.

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XL. Palm Harbor

The servicing responsibility for this loan and property interests has been moved to CCM Pathfinder Pompano Bay, LLC pursuant to order of this Court. The ARC estate holds a 5.6% interest in this loan. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XLI. University Estates

This loan was 100% owned by the ARC estate. The Trustee received court authorization to sell the loan and related rights to a third party and has completed the sale. Sullivan Hill estimates that it will incur nominal, if any, fees and costs for the months of February and March 2013.

XLII. ARC Claims against SPE's

The Trustee, on behalf of ARC, has filed claims against each special purpose entity which is a co-debtor. The Trustee does not anticipate significant activity concerning their claims in the immediate future. As detailed in the discussion of the 892 action above, with the settlement of that action the trustee is in a position to have its claims against the SPE's resolved. Sullivan Hill estimates it will incur nominal, if any, fees and costs for the months of February and March 2013.

XLIII. ARC Claims against Loans

The Trustee, on behalf of the jointly administered estates, has, when appropriate and in accordance with court orders, filed a claim against each loan or property when its servicing has been moved to a different loan servicer. As detailed in the discussion of the 892 action above, with the settlement of that action the trustee has resolved the estate's claims against several of the loans, has received or will shortly receive payment of its servicing fees and, reimbursement of servicing advances made by ARC or its predecessors and, after reserving funds, where appropriate, for other potential claims, has distributed the funds he has held for the benefit of the direct lenders. Sullivan Hill estimates that it will incur less than \$1,000 in fees and costs for the months of February and March 2013.

XLIV. Claims Analysis/Objections

The Trustee has completed his preliminary review of the Proofs of Claim filed against the ARC estate and has filed two rounds of objections. The first omnibus objection was sustained as to all but one creditor. A separate hearing, on a second set of 24 objections, was held on September 15, 2011. Many of the objections included in the second set were resolved by stipulated disallowance of the claim, the creditor's voluntary withdrawal of the claim, or the court's disallowance of the claim due to the creditor's failure to respond to the objection. A third set of objections was heard May 9, 2012. Sullivan Hill estimates it will incur \$5,000 to \$10,000 in fees and costs for the months of February and March 2013.

XLV. Preference Actions

The Trustee has filed sixteen preference actions. Under the 892 settlement agreement, these claims will be transferred to the liquidating trust. Sullivan Hill estimates it will incur approximately \$3,000 in fees and costs for the months of February and March 2013.

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XLVI. Malpractice Actions

The Trustee has filed professional malpractice actions against two firms which rendered legal advice concerning the transaction which precipitated and/or were instrumental in the conduct which gave rise to the direct lenders' litigation and claims against the estate. Under the settlement agreement resolving the 892 action, these claims will be transferred to the liquidating trust. Sullivan Hill estimates that it will incur between \$3,000 and \$5,000 in fees and costs for the months of February and March 2013.